



Report to the Auburn City Council

Action Item	3
Agenda Item No.	

City Manager's Approval	<i>[Signature]</i>
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To: Honorable Mayor and City Council Members
From: Robert Richardson, City Manager
Andy Heath, Administrative Services Director
Date: May 26, 2009
Subject: Authorization to Purchase and Install Airport Fueling Station Pump Equipment

The Issue

Shall the City Council authorize the purchase and installation of equipment to upgrade the Auburn Airport Fuel Farm fueling station card reader to replace the soon-to-be outdated card reader?

Conclusions and Recommendations

By **RESOLUTION** authorize the City Manager or his designee to execute a purchase order with MSI Fuel Management, Inc. for installation and replacement of the Auburn Airport fueling station fuel pump card reader in an amount not to exceed \$10,000.00.

Background

The City of Auburn Municipal Airport currently contracts with Gold Country Aviation to operate and maintain a fueling station located on airport property. The fueling station, which has been at the airport for more than eighteen years, currently nets approximately \$13,500 annually in revenue for the Airport Enterprise Fund.

To facilitate the purchase and transfer of fuel from the pump into the airplanes, aviators are able to use credit and debit cards. Because of advances in technology, maintenance for the credit card reader currently installed in the fueling pump will no longer be supported as of July 1, 2009. Also, the existing card reader technology will no longer be able to process credit card transactions after August 31, 2009.

As a means to assure the uninterrupted operation of the Airport fueling station, the City will be required to replace the card reader technology in the fuel pump itself. With the assistance of Gold Country Aviation, the City obtained three quotes from vendors capable of replacing the technology. Quotes received include the following:

Firm	Card Reader	Cost
Applied Technology (purchased through MSI Fuel Mgmt.)	M3000 Upgrade (Installed by MSI Fuel Mgmt)	\$9,990.18 (inclusive of labor)
Fuel Master (purchased through MSI Fuel Mgmt.)	Plus Smartcard / Credit Card Master Unit (Installed by MSI Fuel Mgmt)	\$16,465.50 (inclusive of labor)
Gas Boy (purchased through Syntech)	FMU 2560 Plus (Installed by Syntech)	\$10,694.80 (plus labor - \$2,500 to \$5,000)

Based on the quotes received, staff recommends upgrading the existing fuel pumping station card reader technology with the M3000 Upgrade unit produced by Applied Technology. MSI Fuel Management, Inc., the contractor that currently supports the existing card reader technology and fueling station, will install the unit.

Alternatives Available to Council; Implications of Alternatives

1. Approve the execution of a purchase order with MSI Fuel Management, Inc. for installation and replacement of the Auburn Airport fueling station fuel pump card reader in an amount not to exceed \$10,000.00.
2. Do not approve the purchase order with MSI Fuel Management Inc. and direct staff to research additional alternatives. Note: Unless upgraded or replaced, the existing fuel pumping station card reader will no longer be able to process credit card transactions after August 31, 2009.

Fiscal Impact

Funds to upgrade the Airport Fueling Station card reader will be appropriated from the Airport Enterprise Fund. The total cost of the upgrade is not to exceed \$10,000.00.

Budget Reference

Fiscal Year 2008-09 Operating Budget, Airport Fund (Page 58)

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RESOLUTION NO. 09-
RESOLUTION AUTHORIZING EXECUTION OF PURCHASE ORDER MSI FUEL
MANAGEMENT

THE CITY COUNCIL OF THE CITY OF AUBURN DOES HEREBY RESOLVE:

That the City Council of the City of Auburn does hereby authorize the
City Manager or his designee to execute a purchase order with MSI Fuel
Management, Inc. for installation and replacement of the Auburn Airport
fueling station fuel pump card reader in an amount not to exceed \$10,000.00.

DATED: May 26, 2009

J.M. HOLMES, Mayor

ATTEST:

Joseph G. R. Labrie, City Clerk

I, Joseph G. R. Labrie, City Clerk of the City of Auburn, hereby certify
that the foregoing resolution was duly passed at a regular meeting of the City
Council of the City of Auburn held on the 26th day of May 2009 by the
following vote on roll call:

Ayes:
Noes:
Absent:

Joseph G. R. Labrie, City Clerk

